SEC. 864. SIMPLIFIED FOOD STAMP PROGRAM.

(a) IN GENERAL—The Food Stamp Act of 1977 (7 U.S.C. et sea) is amended by adding at the end the following:

7 USC 2035. "SEC. 26. SIMPLIFIED FOOD STAMP PROGRAM.

"(a) DEFINITION OF FEDERAL COSTS.—In this section. the Federal costs does not include any Federal costs incurred under section 17

"(b) ELECTION —Subject to subsection (d) a mav elect to carry out a Simplified Food Stamp Program (referred †.O this section as a Program statewide or in a political subdivision of the State, in accordance with this section.

"(c) OPERATION OF PROGRAM —If a State elects to carry out a Program, within the State or a political subdivision of the State

"(1) a household in which no members receive assistance under a State program funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et sea.) may not particinate in the Program:

> "(2) a household in which all members receive assistance under a State program funded under part A of the Social Security Act (42 U.S.C. 601 et sea.) automatically be eligible to participate in the Program:
>
> "(3) if approved by the Secretary

> the Secretary. household which 1 or more members but not all members receive under a State program funded under part A of IV the Social Security Act. (42 U.S.C. 601 et. sea.)

> to participate in the Program: and "(4) subject to subsection (6) benefits under Program shall he determined under rules and procedures established

he

eligible

by the State under—
"(A) a State program funded under part A of title IV of the Social Security Act (42 U.S.C. 601 et

"(B) the food stamp program; or "(C) a combination of a State program

funded under part A of title IV of the Social Security Act (42) U.S.C.

601 et seg.) and the food stamp program.

(d) APPROVAL OF PROGRAM —

"(1) STATE PLAN —A State agency may not. Program unless the Secretary approves a State plan operation of the Program under paragraph (2).

"(2) APPROVAL OF PLAN —The Secretary shall approve State plan to carry out a Program if the Secretary determines that the pla<mark>n—</mark>

(A) complies with this section; and

(B) contains sufficient documentation that the nlan

will not increase Federal costs for any fiscal year.

(e) INCREASED FEDERAL COSTS —

"(1) DETERMINATION —
"(A) IN GENERAL.—The Secretary shall determine whether a Program being carried out by a State agency is increasing Federal costs under this Act.

"(B) No excluded households —In making detersubparagraph mination under (A). the Secretary shall not. require the State agency to collect or report information on households not included in the Program

(C) ALTERNATIVE ACCOUNTING PERIODS.—The retary may approve the request of a State

agency to apply